COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF AUXIER

ROAD GAS COMPANY, INC.

)

CASE NO. 8768-J

)

ORDER

On September 16, 1983, the Commission issued its Order in Case No. 8768 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On August 13, 1984, Auxier Road Gas Company, Inc., ("Auxier") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective September 1, 1984, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Auxier's notice of August 13, 1984, set out certain revisions in rates which Auxier proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$7,529 or 11.9 cents per Mcf.

- (2) On August 8, 1984, Columbia notified Auxier of a wholesale increase in the cost of gas effective September 1, 1984.
- (3) Auxier's notice of August 13, 1984, requested an effective date of September 1, 1984, for its proposed rates. Auxier's notice does not provide the 20-day notice as required by statute; therefore, the proposed rates should become effective on and after September 2, 1984.
- (4) Auxier's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8768 dated September 16, 1983, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after September 2, 1984. This adjustment is subject to refund because Columbia's rates are subject to refund.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after September 2, 1984, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Auxier shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 30th day of August, 1984.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

When the chairman

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8768-J DATED 8/30/84

The following rates and charges are prescribed for the customers served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1,000 cu. ft.

\$8.698 Minimum Bill

All Over 1,000 cu. ft.

7.898 per 1,000 cu. ft.

The base rate for the future application of the purchased gas adjustment clause of Auxier Road Gas Company, Inc., shall be:

Commodity

Columbia Gas of Kentucky, Inc.

\$5.582 per Mcf